

FISCAL NOTE

Bill #: HB0186 **Title:** Revise motor vehicle dealer licensing
Primary Sponsor: Matthews, G **Status:** As Introduced

Sponsor signature	Date	Chuck Swysgood, Budget Director	Date
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Fiscal Summary

	<u>FY 2004 Difference</u>	<u>FY 2005 Difference</u>
Expenditures:		
General Fund	\$13,652	\$0
Revenue:		
General Fund	\$18,331	\$18,331
Net Impact on General Fund Balance:	\$4,679	\$18,331

<input type="checkbox"/> Significant Local Gov. Impact	<input type="checkbox"/> Technical Concerns
<input type="checkbox"/> Included in the Executive Budget	<input type="checkbox"/> Significant Long-Term Impacts
<input type="checkbox"/> Dedicated Revenue Form Attached	<input checked="" type="checkbox"/> Needs to be included in HB 2

Fiscal Analysis

ASSUMPTIONS:

1. In calendar year 2002, the Department of Justice issued 9,026 demonstrator license plates to 1,633 motor vehicle dealers. General fund revenues will be increased by approximately \$18,052 annually due to the change in the fee for demonstrator license plates from \$3 to \$5. (9,026 x \$2= \$18,052)
2. In calendar year 2001, there were 31 transit licenses issued with a total of 771 sets of transit plates at a fee of \$9 per transit license issued. Assuming the same quantity of transit licenses are issued, general fund revenues would increase by \$279 annually. (31 licenses x \$9 fee increase = \$279)
3. The anticipated savings in personnel services and operating expenditures resulting from the changes in the annual dealer renewal and the annual versus quarterly reporting processes will be reallocated to manage the increasing workload for the Title and Registration Bureau.
4. Administrative expenses increase by \$13,652 in FY 2004 to provide analysis and design, programming, implementation, testing, and mainframe computer processing to add dealer license status files to support the suspension or revocation of the license, change the dealer expiration process to allow for licenses that do not expire, and accept the dealer reporting on an annual basis.

Fiscal Note Request HB0186, As Introduced
(continued)

FISCAL IMPACT:

Department of Justice Motor Vehicle Division	FY 2004 <u>Difference</u>	FY 2005 <u>Difference</u>
<u>Expenditures:</u>		
Operating Expenses	\$13,652	\$0
<u>Funding of Expenditures:</u>		
General Fund (01)	\$13,652	\$0
<u>Revenues:</u>		
General Fund (01)	\$18,331	\$18,331
<u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u>		
General Fund (01)	\$4,679	\$18,331